

Export Outlook for Grain & Feed Products

Revised FY 2006 Forecast:  \$200 million to \$16.5 billion

Revised FY 2006 Forecasts

Upside Developments

- Unit value for corn raised due to strong domestic demand for feed and ethanol
- Unit value for hard wheat raised on concerns over US growing conditions & strong foreign demand

Downside Developments

- Large global grain supplies
- Lower exportable supplies of hard red winter wheat
- Corn forecast lowered 4 mmt due to renewed competition from China and weaker foreign demand

Wild Cards

- Size of US and Argentine crops
- China's corn export policy

